

B25C (Official Form 25C) (12/08)

United States Bankruptcy Court
Northern District of Georgia

In re DN Real Estate Services & Acquisitions, LLC

Debtor(s)

Case No. 17-55587
Chapter 11

Small Business Case under Chapter 11

SMALL BUSINESS MONTHLY OPERATING REPORT

Month: Aug 1 2017
Line of Business: _____

Date Filed: _____
NAISC Code: _____

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING SMALL BUSINESS MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY:

/s/ Cortney Newmans

ORIGINAL SIGNATURE OF RESPONSIBLE PARTY

DN Real Estate Services & Acquisitions, LLC

PRINTED NAME OF RESPONSIBLE PARTY

QUESTIONNAIRE: (All questions to be answered on behalf of the debtor.)

- | | YES | NO |
|---|-------------------------------------|-------------------------------------|
| 1. IS THE BUSINESS STILL OPERATING? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 3. DID YOU PAY YOUR EMPLOYEES ON TIME? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS INTO THE DIP ACCOUNT THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 9. ARE YOU CURRENT ON YOUR QUARTERLY FEE PAYMENT TO THE U.S. TRUSTEE? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONALS THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

TAXES

DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS?

☒ YES ☐ NO

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IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

(Exhibit A)

INCOME

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL INCOME \$ 284.88

SUMMARY OF CASH ON HAND

Cash on Hand at Start of Month \$ 29,292.36

Cash on Hand at End of Month \$ 36,534.07

PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU TOTAL \$ 36,534.07

(Exhibit B)

EXPENSES

PLEASE SEPARATELY LIST ALL EXPENSES PAID BY CASH OR BY CHECK FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL EXPENSES \$ _____

(Exhibit C)

CASH PROFIT

INCOME FOR THE MONTH (TOTAL FROM EXHIBIT B) \$ _____

EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C) \$ _____

(Subtract Line C from Line B) CASH PROFIT FOR THE MONTH \$ _____

UNPAID BILLS

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL PAYABLES \$ _____

(Exhibit D)

MONEY OWED TO YOU

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL RECEIVABLES \$ _____

(Exhibit E)

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BANKING INFORMATION

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

(Exhibit F)

EMPLOYEES

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED? _____

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT? _____

PROFESSIONAL FEES

BANKRUPTCY RELATED:

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD? \$ _____

TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE? \$ _____

NON-BANKRUPTCY RELATED:

PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD? \$ _____

TOTAL PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE? \$ _____

PROJECTIONS

COMPARE YOUR ACTUAL INCOME AND EXPENSES TO THE PROJECTIONS FOR THE FIRST 180 DAYS OF YOUR CASE PROVIDED AT THE INITIAL DEBTOR INTERVIEW.

	<u>Projected</u>	<u>Actual</u>	<u>Difference</u>
INCOME	\$ _____	\$ _____	\$ _____
EXPENSES	\$ _____	\$ _____	\$ _____
CASH PROFIT	\$ _____	\$ _____	\$ _____

TOTAL PROJECTED INCOME FOR THE NEXT MONTH: \$ _____

TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH: \$ _____

TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH: \$ _____

ADDITIONAL INFORMATION

PLEASE ATTACH ALL FINANCIAL REPORTS INCLUDING AN INCOME STATEMENT AND BALANCE SHEET WHICH YOU PREPARE INTERNALLY.

SUNTRUST BANK
PO BOX 305183
NASHVILLE TN 37230-5183

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04/30/2017



Account Statement

DN REAL ESTATE SERVICES & AQUISITION DIP
CASE # 17-55587-PMB
2020 HOWELL MILL RD NW
SUITE D199
ATLANTA GA 30318

Questions? Please call
1-800-786-8787

Starting May 7, 2017, pricing for the Same Day Bill Pay service will change from \$9.95 to \$4.95 per transaction. Avoid late fees and service interruptions while boosting your financial confidence and control.
Check the "Deliver By" calendar to see if your provider accepts this Rush Delivery option.
Get credit for your payment today.

Account Summary	Account Type	Account Number	Statement Period					
	PRIMARY BUSINESS CHECKING	██████████6372	04/10/2017 - 04/30/2017					
Description		Amount	Description	Amount				
Beginning Balance		\$.00	Average Balance	\$25,397.14				
Deposits/Credits		\$36,617.24	Average Collected Balance	\$25,382.94				
Checks		\$.00	Number of Days in Statement Period	21				
Withdrawals/Debits		\$83.17						
Ending Balance		\$36,534.07						
Deposits/ Credits	Date	Amount	Serial #	Description	Date	Amount	Serial #	Description
	04/18	284.88		DEPOSIT				
	04/11	23,282.36		INCOMING FEDWIRE CR TRN #008401				
	04/28	13,050.00		INCOMING FEDWIRE CR TRN #009930				
	Deposits/Credits: 3			Total Items Deposited: 1				
Withdrawals/ Debits	Date Paid	Amount	Serial #	Description				
	04/11	15.00		INCOMING FEDWIRE TRANSFER FEE TRN #008401				
	04/27	53.17		ELECTRONIC/ACH DEBIT				
				CITI CARD ONLINE PAYMENT 112312813917308				
	04/28	15.00		INCOMING FEDWIRE TRANSFER FEE TRN #009930				
	Withdrawals/Debits: 3							
Balance Activity History	Date	Balance	Collected Balance	Date	Balance	Collected Balance		
	04/10	.00	.00	04/19	23,552.24	23,552.24		
	04/11	23,267.36	23,267.36	04/27	23,499.07	23,499.07		
	04/18	23,552.24	23,268.24	04/28	36,534.07	36,534.07		

The Ending Daily Balances provided do not reflect pending transactions or holds that may have been outstanding when your transactions posted that day. If your available balance wasn't sufficient when transactions posted, fees may have been assessed.

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Cash Basis

DN Real Estate
Balance Sheet
As of April 30, 2017

	Apr 30, 17
ASSETS	
Current Assets	
Checking/Savings	
SunTrust	36,534.07
Total Checking/Savings	36,534.07
Other Current Assets	
Earnest Money	1,500.00
Escrow for loan from Antone Str	30,300.00
Escrow for loan from Briarlake	200.00
escrow for loan from Holmes	6,100.00
Escrow Loan Chestnut Hill Cir	600.00
Total Other Current Assets	38,700.00
Total Current Assets	75,234.07
Fixed Assets	
Antone Street	
Holding Cost	64,259.27
Purchase Cost	224,269.40
Rehab Cost	75,895.27
Antone Street - Other	2,988.28
Total Antone Street	367,412.22
Briarlake Road	
Holding Cost	41,908.39
Purchase Cost	273,611.36
Rehab Cost	122,300.00
Briarlake Road - Other	103.45
Total Briarlake Road	437,923.20
Chestnut Hill Circle	
Purchase Cost	88,500.00
Rehab Cost	21,457.00
Total Chestnut Hill Circle	109,957.00
Total Fixed Assets	915,292.42
TOTAL ASSETS	990,526.49
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Credit Cards	
Credit Cards	
American Express	10,977.12
Bank of America	3,892.76
BBT Visa	2,117.65
Citibank	766.41
Fifth Thrd Bank	6,649.28
Frontier Airlines	4,815.61
Lakelands FCU	2,638.38
Total Credit Cards	31,857.21
Total Credit Cards	31,857.21
Other Current Liabilities	
Due to Cortney Newmans	66,363.96
Escrow Loan	38,031.00
Ground Floor Finance	
Loan for Chestnut Hill Circle	109,850.00
Total Ground Floor Finance	109,850.00
Lendinghome Loans	
Loan for Antone Street	281,250.00
Mortgage on Briarlake	339,200.00

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Cash Basis

DN Real Estate
Balance Sheet
As of April 30, 2017

	Apr 30, 17
Total Lendinghome Loans	620,450.00
Loan from Cortney Newmans	50,381.95
Loan from H4 Investments	43,000.00
Loan from H4 Solutions	27,000.00
Loan from Jeff Stamey	170,000.00
Loan from Kabbage	58,000.00
Loan from Square Inc	2,667.00
Total Other Current Liabilities	1,185,743.91
Total Current Liabilities	1,217,601.12
Total Liabilities	1,217,601.12
Equity	
Opening Balance Equity	10,357.57
Partner 1 Draws	-25,125.63
Retained Earnings	-155,608.73
Net Income	-56,697.84
Total Equity	-227,074.63
TOTAL LIABILITIES & EQUITY	990,526.49

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Cash Basis

DN Real Estate

Profit & Loss

April 2017

	Apr 17
Ordinary Income/Expense	
Income	
Other Income	284.88
Total Income	284.88
Gross Profit	284.88
Expense	
Bank Service Charges	30.00
Consulting Fee Expense	600.00
Interest Expense	
Credit Cards	274.54
Total Interest Expense	274.54
Total Expense	904.54
Net Ordinary Income	-619.66
Net Income	-619.66

DN Real Estate

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Register: Bank of America

From 04/01/2017 through 04/30/2017

Sorted by: Date, Type, Number/Ref

Date	Number	Payee	Account	Memo	Payment C	Deposit	Balance
04/11/2017			SunTrust	incoming wire	23,282.36		6,010.00
04/12/2017	Wire	Mixon Management	Chestnut Hill Circle:Re...		6,010.00		0.00

DN Real Estate

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Register: SunTrust

From 04/01/2017 through 04/30/2017

Sorted by: Date, Type, Number/Ref

Date	Number	Payee	Account	Memo	Payment	C	Deposit	Balance
04/11/2017			Bank of America	Deposit		X	23,282.36	23,282.36
04/11/2017	Debit	Suntrust Bank	Bank Service Charges		15.00	X		23,267.36
04/18/2017			Other Income	Deposit		X	284.88	23,552.24
04/27/2017	Debit	Citi Card Online	Credit Cards:Citibank		53.17	X		23,499.07
04/28/2017			Escrow Loan Chestnut ...	Deposit		X	13,050.00	36,549.07
04/28/2017	Debit	Suntrust Bank	Bank Service Charges		15.00	X		36,534.07